

LIVESTOCK CONTRACT

Jrush, CO 80723 1-800-523-6610 PO

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131 East Exchange Ave., Suite 121 Fort Worth, TX 76164 1-800-422-2117

day of

in Brush, Morgan County, Colorado by and between

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hereinafter known as SELLER, and

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Ę Phone,

Phone Number,

, hereinafter known as BUYER. Seller agrees to sell and Buyer agrees to purchase the following described VACCINATION PROGRAM: livestock (the livestock) for the consideration set forth in this contract.

PRICE BASE WEIGHT KIND/SEX # HEAD

BREED TYPE:

MIXED LOADS:

Heifer price will be \$ ORIGIN

FRAME

COUNTRY OF ORIGIN:

EST WT VARIANCE:

/CWT under original price of steers.

HORNS:

FEEDING PROGRAM:

CURRENT LOCATION:

where the livestock shall remain and be handled in their normal and usual manner until delivery, unless otherwise expressly agreed in writing. DELIVERY: Seller shall deliver the Livestock to Buyer F.O.B.

at the option of the

WEIGHING CONDITIONS:

SLIDE: If the livestock average

that weight on the total net pounds.

cents per pound for every

the price will be adjusted

on/between

COMMENTS:

VACCINATIONS

AGE/SOURCE VERIFIED:

LIVESTOCK OWNERS' FEED CERTIFICATE ON FILE:

IMPLANTED:

BANGS VACCINATED

additional health certificates, tests, or documentation is required for shipment, it shall be at the Buyer's request and expense. Seller and SLA warrant that Seller has good and marketable title to the livestock and that the livestock will be delivered free from all security interests, liens or encumbrances. stags, crippled, blind, bad eyed, locoed, lump-jawed or otherwise unmerchantable livestock, and any livestock that are not as described above. If Buyer or his agent is present at delivery and the livestock are removed by the carrier, such action constitutes irrevocable acceptance of the livestock by the Buyer. If Buyer is not present at delivery Buyer shall notify Superior Livestock Auction, Inc.(SLA) of any grievance regarding any livestock within twenty-four (24) hours after arrival. Buyers failure to so notify SLA shall constitute irrevocable acceptance of the livestock and bind him to pay the contract price for the livestock. Seller shall furnish to Buyer any brand and health certificates required for interstate shipment and Federal Law. If INSPECTIONS AND WARRANTIES: Seller shall deliver within ninety-five percent (95%) of the above stated number of livestock, exclusive of any Said livestock are subject to a lien, security interest or chattel mortgage in favor of

which shall be satisfied by Seller prior to or at delivery. Seller agrees to defend title to the livestock and indemnify and hold SLA and Buyer harmless from any and all loss or damage on account of any liens, encumbrances, or other defects in title. THERE ARE NO WARRANTIES EXPRESSED OR IMPLIED BEYOND WHAT IS EXPRESSLY SET FORTH IN THIS CONTRACT.

RISK OF LOSS: The risk of loss of the livestock passes to Buyer at the time that the livestock are loaded on the carrier.

, as part payment, upon entering into this contract and to pay PAYMENT OF CONSIDERATION: As consideration for the livestock, Buyer agrees to pay SLA for the benefit of Seller the price stated above, adjusted by the SLIDE, if applicable. Payment of the price shall be governed by the provisions of this agreement. Buyer agrees to pay SLA for the benefit of Seller \$40.00 per head on head, the sum of \$ the remaining balance to SLA at the time of delivery. If Buyer is present at delivery, payment is to be made at delivery. If Buyer is not present at

agrees that the remaining balance, (including the \$10.00 per head received from Buyer and not paid to Seller which is being held in SLA's Custodial delivery, payment is to be received by SLA no later than the first business day following the day of delivery. Buyer agrees to make payment by wire transfer of funds or by Express Mailing or Federal Expressing a check. If there will be multiple shipments, Buyer agrees to pay for each day's , as part payment for the livestock and delivery in the manner stated herein. All payments are due and payable in Brush, Morgan County, Colorado. Seller acknowledges that it has received from SLA \$30.00 per head, the sum of \$

PARTIAL INVALIDITY: No partial invalidity of this agreement shall affect the reaminder.

ivestock on any payment item issued or until Superior Livestock Auction, Inc. actually receives full and final payment for the livestock by cashier's products and proceeds thereof, until such time as Superior Livestock Auction, Inc. actually receives final payment of the full purchase price of said SECURITY AGREEMENT. Buyer hereby grants to Superior Livestock Auction, Inc. a security interest in the livestock described herein, including the

Superior Livestock Auction shall also have the option, in the event of default by Buyer, of paying Seller in full for the cattle and of holding and reselling any reason whatsoever (other than an act of God), to deliver to Buyer, all cattle purchased hereunder, as herein required. Seller shall promptly refund payment is not received within one day from the date Buyer takes possession of the fivestock described herein, or if the check given in payment for and this contract, including but not limited to the following: If Buyer defaults, he will forfeit his \$40 per head part payment. Upon Seller's failure, for the cattle in a reasonable commercial manner. In that event, Buyer shall be liable to Superior Livestock Auction for all damages incurred, including the Buyer the total amount of the part payment advanced by the Buyer. This shall constitute the only liability of Superior Livestock Auction to Buyer. the livestock is dishonored, or upon the death, bankruptcy or insolvency of the Buyer or upon the sale of said livestock without. Superior Livestock Auction's written permission. Upon default, Superior Livestock Auction, with or without notice, may exercise any and all rights accorded it by law Superior Livestock Auction the part payment advanced on such undelivered cattle, plus commission. Superior Livestock Auction will refund to DEFAULT. In case of default of either Buyer or Seller, the defaulting party shall be liable for actual and incidental damages as are permitted by the Uniform Commercial Code, plus court costs and attorney's fees, as well as to any available equitable relief. Default shall exist if full and final costs, attorney's fees, and decline in market value of the cattle.

freight adjustment to Buyer at Buyer's option. Replacement of cattle, monetary adjustment and/or freight adjustment shall be at the Seller's expense any cattle not delivered with cattle of equal size and quality or pay the Buyer the difference between the price stipulated in the sales contract and the FAILURE TO DELIVER WITHIN 95% OF CONTRACT. In the event Seller fails to deliver within 95% of the cattle sold , Seller will be liable for replacing then prevailing market price on the number of livestock not delivered, based on the average weight of those delivered and/or make the necessary and Buyer's approval. GOVERNING LÁW: All legal actions instituted for any default in payment or lack of sufficient funds in any financial institution to pay checks tendered, or default by payment with no account checks, shall be determined exclusively by Colorado law. ARBITRATION OF DISPUTES: Any controversy or claim arising out of or relating to this Agreement, or the breach thereof, shall be submitted to binding parties shall promptly submit the dispute to the American Arbitration Association (the "AAA") for resolution by a single neutral arbitrator acceptable arbitration upon the written demand of any party to this agreement, which demand shall be served on all parties at the addresses set forth herein. To both parties, as selected under the rules of the AAA. The dispute shall then be administered according to the AAA's Commercial Arbitration Rules, was the following modifications; (i) the arbitration shall be held in Ft. Worth, Texas; (ii) the arbitrator shall conduct the arbitration as it it were a benchari<mark>a</mark> and shalf use, apply and enforce the Texas Rules of Evidence and Texas Rules of Civil Procedure, (iii) the arbitrator shall have no power or authority to make any award that provides for consequential, punitive or exemptary damages. Judgement on the award rendered by the arbitrator may be entered in any court having jurisdiction over the parties. Each party to the dispute shall bear its own expenses arising out of the arbitration.

NO ASSIGNMENT OR DELEGATION. No right or interest in this contract shall be assigned by either party, Buyer or Seller. However, both Buyer and Seller acknowledge that Superior Livestock Auction, upon the default of Buyer or Seller, may take an assignment of this contract from either Buyer or Seller and enforce the contract in the name of Superior Livestock Auction.

EXECUTION: Should Buyer or Seller not be present or available to execute the herein contract on auction day, the making of part payment by Buyer, or the receipt and negotiation of part payment by Seller, shall constitute full agreement by Buyer or Seller to the terms and conditions set forth herein. Mailing, postage prepaid, of the herein agreement to Buyer or Seller at their last known address, shall serve as full notice to Buyer and Seller of the said terms and conditions. Failure of Buyer or Seller to object in writing, by facsimile transmission or first class U. S. mail, to the terms and conditions herein, within twenty-four (24) hours after receiving notice, shall constitute a waiver on the part of Buyer or Seller of lack of notice, or agreement, to all the ferms and conditions herein.

s caused by any act of God or by destruction in whole or in part of the livestock. When Seller claims excuse for nonperformance under this paragraph ACT OF GOD: Seller & Superior Livestock Auction shall not be liable for any delay or failure to deliver any or all of the livestock in case delay or failure reasonable notice & documented proof must be given to Buyer & Superior Livestock Auction.

ENTIRE CONTRACT. This contract contains the entire agreement between Seller and Buyer and cannot be changed except in writing signed by both parties.